

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, SEPTEMBER 11, 2007**, upon the application of **KRESCENT ENERGY COMPANY, LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Bathysiphon Zone, Reservoir A, and the Cibicides Hazerdi (Cib Haz) Zone, Reservoir A**, in the North Chalkley Field, Jefferson Davis Parish, Louisiana.

BATHYSIPHON ZONE, RESERVOIR A

1. To create one (1) additional drilling and production unit for the Bathysiphon Zone, Reservoir A.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
3. To extend to the proposed additional unit for the Bathysiphon Zone, Reservoir A, all pertinent provisions of Office of Conservation Order No. 687-H, effective January 9, 2007, and applicable Statewide Orders.
4. To consider such other matters as may be pertinent.

The Bathysiphon Zone, Reservoir A, was previously defined in Office of Conservation Order No. 687-H, effective January 9, 2007.

CIBICIDES HAZARDI ZONE, RESERVOIR A

1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the Cib Haz Zone, Reservoir A.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
3. To provide that any wells drilled to the Cib Haz Zone, Reservoir A, within or outside the unit created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
4. To provide that the Commissioner of Conservation should be authorized to reclassify the Cib Haz Zone, Reservoir A, by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir changes and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
5. To consider such other matters as may be pertinent.

The Cibicides Hazerdi Zone, Reservoir A, is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing zone encountered between the depths of 12,620' and 13,510' (electrical log measurements) in the TXO Production Corporation-Miller-Langley No. 1 Well, located in Section 33, Township 11 South, Range 6 West, Jefferson Davis Parish, Louisiana.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH

COMMISSIONER OF CONSERVATION

Baton Rouge, LA

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.